#### §210.100

#### Subpart C—Production Reports— Oil and Gas

Source: 73 FR 15892, Mar. 26, 2008, unless otherwise noted.

#### § 210.100 What is the purpose of this subpart?

The purpose of this subpart is to explain production reporting requirements when energy and mineral resources are removed from Federal and Indian oil and gas leases and federally approved agreements. This includes leases and unit and communitization agreements located onshore and on the Outer Continental Shelf (OCS).

#### § 210.101 Who must submit production reports?

- (a) If you operate a Federal or Indian oil and gas lease or federally approved unit or communitization agreement, you must submit production reports.
- (b) Before reporting production to MMS, you must obtain an operator number. To obtain an operator number, refer to the MMS *Minerals Production Reporter Handbook* for instructions and MMS contact information (also see §210.106 for information on how to obtain a handbook).

# \$210.102 What production reports must I submit?

- (a) Form MMS-4054, Oil and Gas Operations Report. If you operate a Federal or Indian onshore or OCS oil and gas lease or federally approved unit or communitization agreement that contains one or more wells that are not permanently plugged or abandoned, you must submit Form MMS-4054 to MMS:
- (1) You must submit Form MMS-4054 for each well for each calendar month, beginning with the month in which you complete drilling, unless:
- (i) You have only test production from a drilling well; or
- $\left( ii\right)$  The MMS tells you in writing to report differently.
- (2) You must continue reporting until:
- (i) The Bureau of Land Management (BLM) or MMS approves all wells as permanently plugged or abandoned or the lease or unit or communitization agreement is terminated; and

- (ii) You dispose of all inventory.
- (b) Form MMS-4058, Production Allocation Schedule Report. If you operate an offshore facility measurement point (FMP) handling production from a Federal oil and gas lease or federally approved unit agreement that is commingled (with approval) with production from any other source prior to measurement for royalty determination, you must file Form MMS-4058.
- (1) You must submit Form MMS-4058 for each calendar month beginning with the month in which you first handle production covered by this section.
- (2) Form MMS-4058 is not required whenever all of the following conditions are met:
- (i) All leases involved are Federal leases:
- (ii) All leases have the same fixed royalty rate;
- (iii) All leases are operated by the same operator;
- (iv) The facility measurement device is operated by the same person as the leases/agreements:
- (v) Production has not been previously measured for royalty determination; and
- (vi) The production is not subsequently commingled and measured for royalty determination at an FMP for which Form MMS-4058 is required under this part.

### §210.103 When are my production reports due?

- (a) The MMS must receive your completed Forms MMS-4054 and MMS-4058 by the 15th day of the second month following the month for which you are reporting.
- (b) A report is considered received when it is delivered to MMS by 4 p.m. mountain time at the addresses specified in §210.105. Reports received after 4 p.m. mountain time are considered received the following business day.

## § 210.104 Must I submit these production reports electronically?

- (a) You must submit Forms MMS-4054 and MMS-4058 electronically unless you qualify for an exception under § 210.105.
- (b) You must use one of the following electronic media types, unless MMS instructs you differently:

- (1) Electronic Data Interchange (EDI)—The direct computer-to-computer interchange of data using standards set forth by the X12 American National Standards Institute (ANSI) Accredited Standards Committee (ASC). The interchange uses the services of a third party with which either party may contract.
- (2) Web-based reporting—Reporters/payors may enter report data directly or upload files using the MMS electronic Web form located at http://www.mrmreports.net. The uploaded files must be in one of the following formats: the American Standard Code for Information Interchange (ASCII) or Comma Separated Values (CSV) formats. External files created by the sender must be in the proprietary ASCII and CSV file layout formats defined by MMS. These external files can be generated from a reporter's system application.
- (c) Refer to our electronic reporting guidelines in the MMS Minerals Production Reporter Handbook for the most current reporting options, instructions, and security measures. The handbook may be found on our Internet Web site or you may call your MMS customer service representative (see §210.106 for further information on how to obtain a handbook).

## § 210.105 May I submit these production reports manually?

- (a) The MMS will allow you to submit Forms MMS-4054 and MMS-4058 manually if:
- (1) You have never reported to MMS before. You have 3 months from the day your first report is due to begin reporting electronically; and
- (2) You are a small business, as defined by the U.S. Small Business Administration, and you have no computer.
- (b) If you meet the qualifications under paragraph (a) of this section, you may submit your forms manually to MMS by:
- (1) U.S. Postal Service regular or express mail addressed to Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110; or
- (2) Special courier or overnight mail addressed to Minerals Management Service, Building 85, Room A-614, Den-

ver Federal Center, West 6th Ave. and Kipling Blvd., Denver, Colorado 80225.

## § 210.106 Where can I find more information on how to complete these production reports?

(a) Specific guidance on how to prepare and submit production reports to MMS is contained in the MMS *Minerals Production Reporter Handbook*. The handbook is available on our Internet Web site at <a href="http://www.mrm.mms.gov/ReportingServices/Handbooks/">http://www.mrm.mms.gov/ReportingServices/Handbooks/</a>

*Handbks.htm* or from MMS at P.O. Box 17110, Denver, Colorado 80217–0110.

- (b) Production reporters should refer to the handbook for specific guidance on production reporting requirements. If you require additional information, you should contact MMS at the above address. A customer service telephone number is also listed in our handbook.
- (c) You may find Forms MMS-4054 and MMS-4058 on our Internet Web site at <a href="http://www.mrm.mms.gov/ReportingServices/Forms/PAASOff.htm">http://www.mrm.mms.gov/ReportingServices/Forms/PAASOff.htm</a>, or you may request the forms from MMS at P.O. Box 17110, Denver, Colorado 80217-0110.

#### Subpart D—Special-Purpose Forms and Reports—Oil, Gas, and Geothermal Resources

SOURCE: 73 FR 15892, Mar. 26, 2008, unless otherwise noted.

#### § 210.150 What is the purpose of this subpart?

This subpart identifies specific special-purpose reports and provides general information, reporting options, and reporting addresses. See §210.10 for a complete listing of all information collections, including forms and references for specific information collections

#### § 210.151 What reports must I submit to claim an excess allowance?

(a) General. If you are a lessee, you must submit Form MMS-4393, Request to Exceed Regulatory Allowance Limitation, to request approval from MMS to exceed prescribed transportation and processing allowance limits on